

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 5/31/2007

	As of <u>5-31-07</u>	As of <u>6-30-06</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 803,688,057	\$ 667,811,360
INTERNATIONAL EQUITIES	310,410,251	237,378,450
DOMESTIC FIXED INCOME	521,448,164	461,105,477
INTERNATIONAL FIXED INCOME	84,128,781	82,755,374
REAL ESTATE	110,938,442	98,291,291
VENTURE CAPITAL	85,471,588	67,743,197
INVESTED CASH (NOTE 1)	<u>17,789,156</u>	<u>17,116,918</u>
 TOTAL INVESTMENTS	 1,933,874,439	 1,632,202,067
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	4,491,115	4,246,933
 OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>21,613</u>	<u>15,160</u>
 TOTAL ASSETS	 <u>\$ 1,938,387,167</u>	 <u>\$ 1,636,464,160</u>
 LIABILITIES:		
ACCOUNTS PAYABLE	1,547,361	1,547,360
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>0</u>
 TOTAL LIABILITIES	 1,547,361	 1,547,360
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,634,916,800	1,475,701,634
CASH IN DURING YEAR (NOTE 4)	0	0
CASH OUT DURING YEAR (NOTE 5)	18,310,000	17,250,000
NET INCREASE (DECREASE)	<u>320,233,006</u>	<u>176,465,166</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,936,839,806</u>	 <u>1,634,916,800</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,938,387,167</u>	 <u>\$ 1,636,464,160</u>

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State Investment Board Profit and Loss Statement For the Month Ended 5/31/2007

	Month Ended <u>5-31-07</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 4,034,949	\$ 40,909,210
SECURITIES LENDING INCOME	758,462	7,413,080
	<u>4,793,411</u>	<u>48,322,290</u>
 GAIN ON SALE OF INVESTMENTS	 19,838,027	 177,738,099
LOSS ON SALE OF INVESTMENTS	<u>5,309,224</u>	<u>73,318,191</u>
 NET GAINS (LOSSES) INVESTMENTS	 14,528,803	 104,419,908
 INVESTMENT EXPENSES	 1,431,284	 7,330,967
SECURITIES LENDING EXPENSES	722,694	7,164,249
SIB ADMINISTRATIVE EXPENSES	<u>15,172</u>	<u>143,548</u>
 NET INVESTMENT INCOME	 17,153,064	 138,103,434
 NET APPREC (DEPREC) MARKET VALUE	 13,128,167	 183,639,751
MISCELLANEOUS INCOME/(EXPENSE)	<u>495</u>	<u>(1,510,179)</u>
 TOTAL INVESTMENT INCOME	 <u>30,281,726</u>	 <u>320,233,006</u>
 NET INCREASE (DECREASE)	 <u>\$ 30,281,726</u>	 <u>\$ 320,233,006</u>

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Notes To Financial Statements
May 31, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.